

August 1, 1951

**FINANCIAL AND ADMINISTRATIVE
SUPPORT FOR PSYCHOLOGICAL STRATEGY
BOARD**

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**Agreement between the Department of State,
the Department of Defense and the
Central Intelligence Agency**

This agreement is entered into pursuant to the President's directive of April 4, 1951 establishing the Psychological Strategy Board.

The purpose of this agreement is to provide the necessary funds for staff compensation and the other necessary expenses for the Psychological Strategy Board.

1. The Departments of State and Defense, and the Central Intelligence Agency each agree to furnish financial support for the Board and the Director's staff. The cost of the program shall be borne in equal amounts by each of the three agencies unless a different scale of distribution shall be mutually agreed. Program costs will include, but not be restricted to, such costs as employment of personnel; the hiring of temporary experts and consultants; the procurement of necessary supplies, services, and equipment; travel expense for the Director and members of his staff, for other personnel assigned to the work of the Board and for temporary experts and consultants while engaged on business for the staff in accordance with travel orders issued by the Department of State.

2. The Department of State undertakes to provide full administrative support for the Director. Personnel employed for duty with the Board will normally be appointed in and paid by the Department of State but may, at the request of the Director of the Psychological Strategy Board, be appointed in and paid by the Department of Defense or Central Intelligence Agency, and any such expenditures by State, Defense or CIA shall be offset against the total costs agreed as chargeable to the respective agencies. In addition, the Department of State may secure equipment and material for the Director from Defense and CIA. The cost of such equipment and materials may be handled by direct payment to Defense or CIA, or by offset consideration at the time of final adjustment of costs.

3. The members of the Board shall approve for their respective Departments and agencies, subject to availability of funds, the amount of funds to be reserved for the work of the Board and the Staff after review of a budget developed by the Director.

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-2-

4. Expenses incurred by State which are directly attributable to the Board, such as equipment, supplies and materials provided to PSB or consumed in production for PSB, contractual services, and communication shall be offset against the total costs agreed as chargeable to State. No charge will be made for the general impact of PSB requirements upon the central services and facilities of State except by agreement among State, Defense, and CIA.

5. This agreement is entered into pursuant to the authority contained in Section 214, Public Law 49, 79th Congress, 1st Session, approved May 3, 1945 (59 Stat. 106), and Section 601 of the Economy Act of June 30, 1932 (31 USC 686), and shall remain in force until June 30, 1952.

6. Funds will be advanced by each participating agency pursuant to Section 601 of the Economy Act, as amended, in such amounts as may be necessary for the operations of the Board under the provision of Section I of this agreement. Final distribution and appropriate adjustment of costs will be made at the close of the fiscal year, 1952.

APPROVED:

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[REDACTED]

General Counsel

For the Secretary of State:

Comptroller

For the Secretary of Defense:

Special Assistant to the
Deputy Director (Administration)

Noted:

For the Director, Psychological
Strategy Board

For the Director of Central
Intelligence Agency:

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